

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

MA&UD Deptt., - Kandukur Municipality – Administrative Sanction of Rs.22.00 Crores under HUDCO financial assistance for Kandukur Comprehensive Water Supply Distribution Network – Orders – Issued.

MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (A1) DEPARTMENT

G.O.Rt.No. 1300

Dated:12-09-2008.

Read the following:-

- 1.G.O.Rt.No.904, MA&UD(A1) Deptt., dated 9-8-2006.
- 2.From the ENC(PH), Hyd.Lr.NO.10985/T4/
KDK(D)/2007, dated 31-1-2008.
- 3.Govt. Memo No.24992/A1/2007, MA&UD (A1)
Deptt., dt. 19.05.2007.
- 4.From the ENC(PH), Hyd.Lr.NO.10985/T4/
KDK(D)/2007, dated 25-8-2008.

ORDER:

In the reference Ist read above, orders were issued according Administrative Sanction for Kandukur Water Supply Improvement Scheme with Sree Ramatheertham Balancing Reservoir as source at a cost of Rs. 49.76 Crores under UIDSSMT. Government of India, while according technical clearance for the scheme has disallowed the L.S. Provision made for laying and remodeling distribution system and thus distribution system was not covered in the present ongoing scheme.

2. In the reference 2nd read above, the Engineer-in-Chief (PH), Hyderabad has stated that in order to deliver the benefits of the ongoing schemes, Government was requested to obtain and communicate Administrative Sanction for Kandukur Distribution System at a cost of **Rs. 19.00 Crores** from any Special Grants. The issue was examined and the Engineer-in-Chief (PH), Hyderabad was requested to indicate the source to meet the funds for Kandukur Water Supply Distribution System at a cost of Rs. 19.00 Crores as Special Grants vide reference 3rd read above.

3. In the reference 4th read above, the Engineer-in-Chief (PH), Hyderabad has stated that the Water Supply Schemes sanctioned under State Plan Funds is about Rs. 120.00 Crores and there is a future commitment of Rs. 72.00 Crores after the updated releases. The expected Budget available per year under State Plan would be about Rs. 21.00 Crores. As such it was proposed to take up Kandukur Comprehensive Water Supply Distribution Network under HUDCO financial assistance. The project cost with HUDCO funding would be as follows;

Estimate Cost	Rs.19.00 Cr.
Interest @ 10.75 % on 90% Hudco loan component	Rs. 1.84 Cr
F&F Charges @ 1.25% on 90% Hudco loan component	Rs. 0.21 Cr.
A&S Charges @ 5%	Rs. 0.95 Cr.
Total Project Cost.	Rs.22.00 Cr.

4. The Engineer-in-Chief (PH), Hyderabad has requested to obtain and communicate Administrative Sanction for

// 2 //

Kandukur Comprehensive Water Supply Distribution Network at a cost of **Rs. 22.00 Crores** under **HUDCO** financial assistance with the following method of financing duly meeting the government Guarantee for HUDCO loan component from the available Revolving Bulk Guarantee.

Hudco (90%)	: Rs. 19.80 Crores
Municipal Contribution (10%)	: Rs. 2.20 Crores

Total	: Rs. 22.00 Crores

5. Government after careful examination, hereby accord administrative sanction for an amount of Rs.22.00 Crores for Kandukur Comprehensive Water Supply Distribution Network under HUDCO financial assistance as indicated at para (4) duly meeting the Government Guarantee for HUDCO loan component from the available Revolving Bulk Guarantee.

6. This order issues with the concurrence of Finance (Expr.M&F) Deptt., vide their U.O.No.25765/307/A1/ Expr.M&F/2008, dated 2-9-2008.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

Dr.C.V.S.K.SARMA
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Engineer-in-Chief (PH), Hyderabad.

Copy to:

The P.S. to M(MA).

The P.S. to Principal Secretary to Govt., MA&UD Deptt.,
SF/SC.

// Forwarded by Order //

SECTION OFFICER